

# **Cherokee County**

8/31/2020

#### Background Statistics<sup>1</sup>

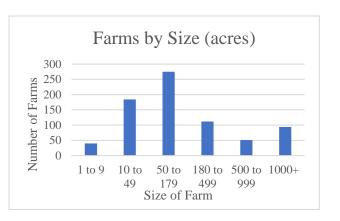
Number of farms: 759 Average size: 422 acres

Land in farms: 319,315 acres

Average value of products sold per farm: \$141,476

Average net cash farm income per farm: \$33,037

1: Data from USDA 2017 Census of Agriculture



# Estimated Economic Contribution of Agriculture and Agriculture Related Sectors to the Cherokee County Economy

## Methodology

The estimated economic contribution of agriculture and agriculture related sectors was computed using the most recent IMPLAN data available (2018) adjusted for 2020. The IMPLAN modeling system was used to calculate the results of this analysis. The IMPLAN model was constructed so that double counting was avoided. For this report, 25 of the 71 agriculture and agriculture related sectors in Kansas were identified and analyzed to determine their overall contribution to the Cherokee County economy.

#### Results

These 25 sectors have a total direct output of approximately \$341.1 million and account for 990 jobs in Cherokee County. Running the model for all 25 sectors simultaneously produces the following results:

Agriculture, Food, and Food Processing Sector Contribution to Overall Cherokee County Economy							
Contribution Type	Employment	% Employment	Total Value Added	% of Gross Regional Product	Output		
Direct Effect	990	12%	\$63,500,000	9%	\$341,100,000		
Indirect Effect	289	3%	\$28,200,000	4%	\$58,600,000		
Induced Effect	86	1%	\$7,300,000	1%	\$12,700,000		
Total Effect	1,365	16%	\$99,100,000	14%	\$412,400,000		

**NOTE:** Individual effects may not equal the total effect due to rounding.

As shown in the above table, agriculture, food, and food processing sectors support a total of **1,365 jobs**, or **16%** of the entire workforce in the county. The total final sales of all products in these sectors is approximately **\$412.4 million**.

Another metric used to calculate the importance of sectors in an economy is their value added as a percentage of Gross Regional Product (GRP). Total value added by the 25 agriculture, food, and food processing sectors is approximately \$99.1 million, or 14% of the GRP.

# **Top Ten Sectors by Employment**

Out of the agriculture and agriculture related sectors, beef cattle ranching and farming, including feedlots and dual-purpose ranching and farming is the top employer with **331 jobs**. This table also illustrates the top ten sectors by total employment, including direct, indirect, and induced effects in Cherokee County.

Sector	<b>Total Employment</b>
Beef cattle ranching and farming, including feedlots and dual-purpose ranching and farming	331
Grain farming	149
Animal production, except cattle and poultry and eggs	112
Meat processed from carcasses	109
Wholesale - Other nondurable goods merchant wholesalers	77
Other real estate	64
Other animal food manufacturing	42
Pesticide and other agricultural chemical manufacturing	42
Landscape and horticultural services	38
Oilseed farming	36

## **Top Ten Sectors by Output**

This table shows how much revenue is generated in other sectors by having a strong agriculture industry, including direct, indirect, and induced effects. The pesticide and other agricultural chemical manufacturing sector is the top contributor, with approximately \$59.8 million to the Cherokee County economy.

Sector	Total Output
Pesticide and other agricultural chemical manufacturing	\$59,800,000
Meat processed from carcasses	\$55,300,000
Other animal food manufacturing	\$45,600,000
Grain farming	\$44,700,000
Beef cattle ranching and farming, including feedlots and dual-purpose ranching and farming	\$41,500,000
Oilseed farming	\$36,400,000
Poultry and egg production	\$26,800,000
Wholesale - Other nondurable goods merchant wholesalers	\$23,300,000
Animal production, except cattle and poultry and eggs	\$15,800,000
Other real estate	\$11,300,000

#### **All Direct Sectors**

Below is a summary of all agriculture data with employment levels and output level. These values can tell how many jobs are represented by each agriculture, food, and food processing sector and the output they contributed to the Cherokee County economy. IMPLAN sectors are assigned based on North American Industry Classification System (NAICS) codes. Generally, this analysis includes three categories; production, manufacturing/processing, and services. Note that this analysis does not include wholesale or retail sales of final products, or ethanol production.

Sector	<b>Total Output</b>	<b>Total Employment</b>
Pesticide and other agricultural chemical manufacturing	\$59,789,485.51	41.97
Meat processed from carcasses	\$55,331,833.13	109.05
Other animal food manufacturing	\$45,558,810.61	42.48
Grain farming	\$44,665,903.31	149.17
Beef cattle ranching and farming, including feedlots and dual- purpose ranching and farming	\$41,519,406.89	331.49
Oilseed farming	\$36,362,848.32	36.31
Poultry and egg production	\$26,810,761.67	30.84
Animal production, except cattle and poultry and eggs	\$15,845,636.95	111.62
Food product machinery manufacturing	\$8,785,385.17	30.24
Landscape and horticultural services	\$1,506,446.28	38.47
Support activities for agriculture and forestry	\$1,180,183.70	16.39
All other crop farming	\$929,940.74	26.18
Bread and bakery product, except frozen, manufacturing	\$516,346.43	3.93
Veterinary services	\$426,875.63	5.81
Tree nut farming	\$370,232.16	5.99
Frozen cakes and other pastries manufacturing	\$357,403.46	3.94
Other snack food manufacturing	\$290,727.32	0.60
Roasted nuts and peanut butter manufacturing	\$231,683.93	0.59
Breweries	\$161,740.77	0.48
Vegetable and melon farming	\$114,959.11	0.67
Greenhouse, nursery, and floriculture production	\$102,979.78	0.61
Fruit farming	\$98,537.56	0.63
Commercial logging	\$48,938.20	0.60
Commercial hunting and trapping	\$38,675.01	1.47
Forestry, forest products, and timber tract production	\$36,582.26	0.57

The following terms are used throughout the results shown in this report:

- **Direct effect**: the contribution from agricultural and food products
- **Indirect effect**: the contribution from farms and agricultural businesses purchasing inputs from supporting industries within the state
- **Induced effect**: the contribution from employees of farms, agricultural businesses, and supporting industries spending their wages on goods and services within the state
- Value added = labor income + indirect business taxes + other property type income
- **Gross Regional Product** = final demand of households + government expenditures + capital + exports imports institutional sales
- **Output** = intermediate inputs + value added
- **Employment**: full-time/part-time annual average i.e., 1 job lasting 12 months = 2 jobs lasting 6 months each = 3 jobs lasting 4 months each. A job is neither full-time nor part-time.
- Due to confidentiality policies that exist within several agencies from which IMPLAN collects their data, some sectors in some regions may not have all data available.

For more information, contact the Division of Agricultural Marketing, Advocacy and Outreach Agency Economist 785-564-6726

